

Message Text

LIMITED OFFICIAL USE

PAGE 01 OECD P 05081 01 OF 04 271342Z

53

ACTION EUR-12

INFO OCT-01 EA-06 ISO-00 EURE-00 SP-02 AID-05 EB-07 NSC-05

CIEP-01 TRSE-00 SS-15 STR-01 OMB-01 CEA-01 L-02 H-01

PA-01 PRS-01 USIE-00 SSO-00 NSCE-00 INRE-00 CIAE-00

COME-00 FRB-03 INR-07 IO-10 NEA-09 NSAE-00 OPIC-03

LAB-04 SIL-01 FEAE-00 INT-05 SAM-01 AF-06 /111 W

----- 076396

O R 271330Z FEB 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC IMMEDIATE 5625

INFO AMEMBASSY BONN

AMEMBASSY BERN

AMEMBASSY LONDON

AMEMBASSY OTTAWA

AMEMBASSY PARIS

AMEMBASSY TOKYO

USMISSION EC BRUSSELS

LIMITED OFFICIAL USE SECTION 01 OF 04 OECD PARIS 05081

PASS TREASURY FOR GRIFFIN

E. O. 11652: N/A

TAGS: EFIN, EINV, OECD

SUBJECT: OPEC INVESTMENT DOCUMENT FOR NEW INVESTMENT
COMMITTEE

REF: OECD PARIS 4856

FOLLOWING IS TEXT OF DOCUMENT IME(75)2, DATED FEBRUARY
25, WHICH SECRETARIAT HAS ISSUED FOR DISCUSSION AT
MEETING OF COMMITTEE ON INTERNATIONAL INVESTMENT AND
MULTINATIONAL ENTERPRISES MARCH 3-4:

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 OECD P 05081 01 OF 04 271342Z

BEGIN TEXT:

ATTITUDES OF THE GOVERNMENTS OF OECD MEMBER
COUNTRIES TOWARDS INCREASED INVESTMENT BY
BY NON-RESIDENTS
(NOTE BY THE SECRETARIAT)

1. THE NEED TO REINFORCE CO-OPERATION IN MATTERS
RELATED TO INTERNATIONAL INVESTMENT HAS BEEN STRESSED
DURING THE PREVIOUS DISCUSSIONS HELD IN THE COUNCIL AND
EXECUTIVE COMMITTEE IN SPECIAL SESSION. THE PURPOSE OF
EFFORTS IN THIS DIRECTION HAS BEEN TO PROMOTE THE
LIBERALISATION OF CAPITAL MOVEMENTS IN HARMONY WITH
NATIONAL REQUIREMENTS SO AS TO MAINTAIN INTERNATIONAL
INVESTMENT FLOWS AT A LEVEL SUFFICIENT FOR APPROPRIATE
ALLOCATION OF FINANCIAL AND REAL RESOURCES. THREE
MAIN AREAS HAVE SO FAR BEEN IDENTIFIED AS POSSIBLE
ISSUES FOR IMPROVED CO-OPERATION WITH A VIEW NOT TO
REPLACING BUT TO SUPPLEMENTING THE MECHANISM PROVIDED
IN THE CODE OF LIBERALISATION OF CAPITAL MOVEMENTS WHICH
GIVES CONCRETE EXPRESSION TO THE BASICALLY LIBERAL
THRUST OF OECD COUNTRIES IN INTERNATIONAL CAPITAL
MOVEMENTS:

- REDUCTION OF THE POTENTIAL FOR CONFLICTS BETWEEN
THE ACTIVITIES OF MULTINATIONAL ENTERPRISES
AND POLICY TARGETS OF GOVERNMENTS;
- REDUCTION OF HARMFUL EFFECTS ON THE ECONOMIES
OF MEMBER COUNTRIES RESULTING FROM OTHER MEMBER
COUNTRIES' MEASURES IN THE FIELD OF INVESTMENT
INCENTIVES AND DISINCENTIVES, AVOIDANCE OF
SELF-DEFEATING COMPETITION BETWEEN MEMBER
COUNTRIES IN THIS AREA FOR THE PURPOSE OF
ATTRACTING FOREIGN INVESTMENT IN THEIR
TERRITORIES;
- IMPLEMENTATION OF THE PRINCIPLE OF NATIONAL
TREATMENT FOR FOREIGN ENTERPRISES OPERATING
IN THE TERRITORIES OF MEMBER COUNTRIES.

2. IN ADDITION, PREVIOUS DISCUSSIONS IN THE MATTER OF
INTERNATIONAL INVESTMENT HAVE ALREADY REVEALED THAT IT
WOULD BE DESIRABLE AND NECESSARY TO DISCUSS AT SOME
STAGE OECD MEMBER GOVERNMENTS' ATTITUDES TOWARDS LONG-
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 OECD P 05081 01 OF 04 271342Z

TERM INVESTMENT BY OIL-PRODUCING COUNTRIES. FOR THE
FOLLOWING REASONS, THERE IS NOW AN URGENT NEED TO TAKE
UP DISCUSSION ON INVESTMENT-RELATED ISSUES IN THE
COMMITTEE ON INTERNATIONAL INVESTMENT AND MULTINATIONAL
ENTERPRISES:

- RECENT DEVELOPMENTS SUGGEST THAT IN THE TIME
AHEAD THE SURPLUSES OF THE OIL-PRODUCING
COUNTRIES WHICH HAVE SO FAR BEEN MAINLY

INVESTED IN THE OECD AREA IN
RATHER LIQUID FORM WILL INCREASINGLY LOOK FOR
INVESTMENT IN LONGER-TERM ASSETS AND, IN THIS
CONTEXT, ALSO FOR INFLOWS INTO DIRECT INVESTMENT
OUTLETS;
-- THE INVESTMENT ISSUES EMERGING FROM THIS SITU-
ATION ARE CLOSELY RELATED TO THE COMMITTEE'S
OVERALL WORK PROGRAMME ON INTERNATIONAL INVEST-
MENT AND THE ACTIVITIES OF MULTINATIONAL
ENTERPRISES. THE COMMITTEE THUS REQUIRES, IN
THE FIRST INSTANCE, AN EXCHANGE OF VIEWS ON THE
CURRENT THINKING OF OECD MEMBER GOVERNMENTS'

LIMITED OFFICIAL USE

NNN

LIMITED OFFICIAL USE

PAGE 01 OECD P 05081 02 OF 04 271347Z

53

ACTION EUR-12

INFO OCT-01 EA-06 ISO-00 EURE-00 SP-02 AID-05 EB-07 NSC-05

CIEP-01 TRSE-00 SS-15 STR-01 OMB-01 CEA-01 L-02 H-01

PA-01 PRS-01 USIE-00 SSO-00 NSCE-00 INRE-00 CIAE-00

COME-00 FRB-03 INR-07 IO-10 NEA-09 NSAE-00 OPIC-03

LAB-04 SIL-01 FEA-01 INT-05 SAM-01 AF-06 /112 W

----- 076430

O R 271330Z FEB 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC IMMEDIATE 5626

INFO AMEMBASSY BONN

AMEMBASSY BERN

AMEMBASSY LONDON

AMEMBASSY OTTAWA

AMEMBASSY PARIS

AMEMBASSY TOKYO

USMISSION EC BRUSSELS

LIMITED OFFICIAL USE SECTION 02 OF 04 OECD PARIS 05081

ATTITUDES VIS-A-VIS SUCH INVESTMENTS WITH A VIEW TO CLARIFYING (A) WHETHER INDIVIDUAL OECD MEMBER GOVERNMENTS ARE MAINLY CONCERNED WITH ATTRACTING, OR CONTROLLING, SUCH INVESTMENT, OR ACHIEVING A MIXTURE OF THE TWO, AND (B) WHETHER AND TO WHAT EXTENT ACCEPTABLE POLICY CRITERIA COULD BE DEVELOPED IN THIS REGARD:

-- THE ABOVE POLICY DISCUSSION APPEARS TO BE PARTICULARLY URGENT BECAUSE OTHER BODIES OF THE ORGANIZATION WHO WILL BE DEALING WITH RELATED TOPICS OF DIRECT RELEVANCE TO THE CONSUMER/ PRODUCER DIALOGUE WILL WISH TO DRAW ON THE LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 OECD P 05081 02 OF 04 271347Z

COMMITTEE'S WORK IN THE DELIBERATIONS THEY HAVE TO COMPLETE, ACCORDING TO PRESENT PLANS, BY LATE-APRIL OR EARLY MAY.

3. THE COMMITTEE'S DISCUSSION SHOULD CONCENTRATE ON POLICY QUESTIONS RELATED TO INFLOWS INTO DIRECT INVESTMENT OUTLETS (THUS EXCLUDING LOAN-INVESTMENT IN FINANCIAL ASSETS); IT SHOULD BE NOTED THAT A FOLLOW-UP DISCUSSION IS ENVISAGED AT THE 9TH SPECIAL SESSION OF THE EXECUTIVE COMMITTEE SCHEDULED FOR 11TH AND 12TH MARCH, 1975. THE PRESENT NOTE ATTEMPTS TO TOUCH UPON THE POLICY ASPECTS INVOLVED; AS REGARDS THE MORE TECHNICAL ASPECTS, THE COMMITTEE MIGHT DRAW, AS NECESSARY, ON THE WORK OF THE COMMITTEE FOR INVISIBLE TRANSACTIONS RESULTING FROM ITS APRIL MEETING WITH EXPERTS FROM CAPITALS ON DIRECT INVESTMENT.

TRANSACTIONS TO BE CONSIDERED

4. THIS NOTE CONCERNS THE QUESTIONS LINKED TO THE INFLOW OF LONG-TERM CAPITAL FROM OIL-PRODUCING COUNTRIES IN THE FORM OF DIRECT INVESTMENT IN OECD COUNTRIES AND OF PURCHASE OF STOCK OF EXISTING COMPANIES. FOR SHORT, THESE FLOWS WILL HEREAFTER BE CALLED INVESTMENTS. THEY INCLUDE PURCHASES OF EQUITY STOCK, BECAUSE SUCH PURCHASES MAY BE A WAY OF GAINING CONTROL OF A COMPANY. ON THE OTHER HAND, LOANS, DEPOSITS AND BOND TRANSACTIONS ARE EXCLUDED FROM THIS DISCUSSION SINCE THEY RAISE DIFFERENT ISSUES, LINKED TO THE CREDITOR STATUS OF THE INVESTOR, TO INTEREST RATES AND TO THE GENERAL FINANCIAL IMPLICATIONS OF RECYCLING OIL MONEY.

BENEFITS AND RISKS OF INVESTMENT INFLOWS

5. IT IS IN THE INTERESTS OF OECD COUNTRIES THAT THE OIL-PRODUCERS' LARGE SURPLUSES ON CURRENT ACCOUNT, WHICH HAVE SO FAR BEEN MAINLY INVESTED IN THE AREA IN RATHER LIQUID FORM, SHOULD INCREASINGLY FLOW INTO LONGER-TERM ASSETS. ONLY THUS CAN THE RISKS OF DISTURBING VOLATILE MOVEMENTS, AND THE PROBLEMS OF INTERMEDIATION AND THE LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 OECD P 05081 02 OF 04 271347Z

TERM-STRUCTURE OF LIABILITIES AND ASSETS IN FINANCIAL MARKETS, BE REDUCED. IT IS ALSO IN OECD COUNTRIES' INTERESTS THAT THE OIL PRODUCERS' FUNDS SHOULD, TO THE GREATEST POSSIBLE EXTENT, FLOW INTO THE MORE PRODUCTIVE SECTORS RATHER THAN INTO SPECULATIVE CHANNELS. TO THE EXTENT THAT THESE CONDITIONS ARE FULFILLED, LINKS OF COMMON INTEREST ARE FORGED BETWEEN INVESTING AND RECEIVING COUNTRIES. AND IT IS ARGUABLE THAT THE READINESS OF OIL-PRODUCING COUNTRIES TO ENSURE OIL SUPPLIES AT PRICES ACCEPTABLE TO IMPORTING COUNTRIES IS PARTLY CONDITIONED BY THEIR ABILITY TO ACQUIRE WHAT THEY CONSIDER WORTHWHILE ASSETS IN EXCHANGE.

6. THERE ARE IMPORTANT REASONS WHY OECD COUNTRIES MAY, UP TO SOME POINT, WELCOME INVESTMENT FROM OIL-PRODUCING COUNTRIES IN THE MORE RISK-BEARING MEDIA (DIRECT INVESTMENT AND EQUITY PURCHASES). IT IS PARTICULARLY IN RESPECT OF SUCH INVESTMENT THAT THE COMMON-INTEREST LINKS REFERRED TO IN THE PRECEDING PARAGRAPH APPLY. MOREOVER, IF LIQUIDATION OF THE ASSET REMAINS EXCEPTIONAL AND PROFITS ARE LARGELY REINVESTED, THIS TYPE OF INVESTMENT MAY ADD LESS TO THE DEBT BURDEN (SERVICING AND REPAYMENT) OF RECIPIENT COUNTRIES THAN LOAN-INVESTMENT.

7. BUT OECD COUNTRIES MAY ALSO WISH TO BE ABLE TO EXERCISE A CERTAIN RESTRAINING INFLUENCE ON THE INFLOW OF CAPITAL IN THIS FORM. WHATEVER THE VOLUME OF THE POTENTIAL INFLOWS MAY BE, EXCESSIVE OR UNREGULATED PURCHASES BY THE OIL PRODUCERS OF OECD ENTERPRISES, NATURAL RESOURCES OR REAL ESTATE, ESPECIALLY IF

LIMITED OFFICIAL USE

NNN

LIMITED OFFICIAL USE

PAGE 01 OECD P 05081 03 OF 04 271351Z

53

ACTION EUR-12

INFO OCT-01 EA-06 ISO-00 EURE-00 SP-02 AID-05 EB-07 NSC-05

CIEP-01 TRSE-00 SS-15 STR-01 OMB-01 CEA-01 CIAE-00

COME-00 FRB-03 INR-07 IO-10 NEA-09 NSAE-00 OPIC-03

LAB-04 SIL-01 L-02 H-01 PA-01 PRS-01 USIE-00 SSO-00

NSCE-00 INRE-00 FEAE-00 INT-05 SAM-01 AF-06 /111 W

----- 076519

O R 271330Z FEB 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC IMMEDIATE 5627

INFO AMEMBASSY BONN

AMEMBASSY BERN

AMEMBASSY LONDON

AMEMBASSY OTTAWA

AMEMBASSY PARIS

AMEMBASSY TOKYO

USMISSION EC BRUSSELS

LIMITED OFFICIAL USE SECTION 03 OF 04 OECD PARIS 05081

CONCENTRATED ON THE ASSETS OF PARTICULAR OECD COUNTRIES
OR INDUSTRIAL SECTORS WILL INEVITABLY ADD NEW ASPECTS TO
FOREIGN CONTROL IN KEY INDUSTRIES, A QUESTION WHICH HAS
RECENTLY COME TO THE FORE.

PROBLEMS OF POLICY CO-ORDINATION

8. WHETHER INDIVIDUAL OECD COUNTRIES ARE MAINLY CON-
CERNED TO ATTRACT OR TO CONTROL SUCH INVESTMENT -- OR
TO ACHIEVE A MIXTURE OF THE TWO -- THE QUESTION OF
ESTABLISHING SOME HARMONISATION OF POLICIES IN THIS
FIELD AMONG OECD COUNTRIES ARISES. THERE IS, AT
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 OECD P 05081 03 OF 04 271351Z

PRESENT, NO PROVISION FOR ANY SUCH HARMONISATION,
AND THIS COULD GIVE RISE TO UNILATERAL MEASURES

WHICH MIGHT DAMAGE ECONOMIC AND FINANCIAL CO-OPERATION
AMONG OECD COUNTRIES. POSSIBLE PROBLEMS INCLUDE:

- IMPAIRMENT OF THE FREEDOM OF INVESTMENT AMONG
OECD COUNTRIES, BECAUSE THE SCREENING OR CONTROL
OF INVESTMENT BECOMES THE RULE;
- UNEVEN VULNERABILITY TO FOREIGN TAKE-OVER
ACTIVITY IF SOME COUNTRIES ERECT MORE
EFFECTIVE CONTROLS THAN OTHERS;
- GROWING BILATERALISATION OF TRADE WITH, AND
TRANSFER OF TECHNOLOGY TO, OIL-PRODUCING
COUNTRIES, AS A COUNTERPART TO THE BILATERALISA-
TION OF CAPITAL INVESTMENTS;
- UNDUE COMPETITION AMONG OECD COUNTRIES TO
ATTRACT INVESTMENT, E.G. THROUGH TAX CONCESSIONS.

SURVEY OF MEASURES TAKEN OR CONSIDERED BY MEMBER COUNTRIES

9. THE POLICY RESPONSES MENTIONED IN THE PRECEDING
PARAGRAPHS IMPLY MEASURES AT THE INITIATIVE OF MEMBER
COUNTRIES, WHICH CAN BE CONSIDERED UNDER THREE
HEADINGS:

- MACHINERY FOR REGISTRATION AND SCREENING OF
FOREIGN INVESTMENT;
- LIMITATION OF INVESTMENT INFLOWS;
- ENCOURAGEMENT TO INVESTMENT INFLOWS.

MACHINERY FOR REGISTRATION AND SCREENING

10. MOST MEMBER COUNTRIES ARE ALREADY EQUIPPED WITH THE
LEGAL AND ADMINISTRATIVE APPARATUS NECESSARY TO BE
INFORMED OF INVESTMENT REQUESTS WHATEVER THEIR ORIGIN,
AND TO DECIDE UPON SUCH REQUESTS. THE COUNTRIES THAT
DO NOT POSSESS SUCH MACHINERY (NOTABLY GERMANY,
SWITZERLAND AND THE UNITED STATES) ARE PRESENTLY
CONSIDERING WAYS AND MEANS OF OBTAINING THIS INFORMA-
TION AND OF SETTING UP AN APPROPRIATE MECHANISM.

11. THE COMMON PROBLEM IS TO ENSURE THE EFFICIENCY OF
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 OECD P 05081 03 OF 04 271351Z

SUCH SYSTEMS, TAKING INTO ACCOUNT THE DIFFICULTY OF
IDENTIFYING THE ORIGINAL INVESTOR. SUCH PROBLEMS ARE
ALREADY CONSIDERED BY THE COMMITTEE FOR INVISIBLE
TRANSACTIONS, ASSISTED BY EXPERTS IN INVESTMENT
MATTERS.

LIMITATION OF INVESTMENT INFLOWS

12. MEMBER GOVERNMENTS ENDORSE THE PRINCIPLE OF

LIBERALISATION BUT ARE NEVERTHELESS SOMETIMES RELUCTANT TO ALLOW SOME KEY SECTORS OR FIRMS OF THEIR ECONOMIES TO BE OWNED OR CONTROLLED BY FOREIGN INTERESTS, AND THIS MAY BE PARTICULARLY TRUE VIS-A-VIS INVESTMENTS BY OIL PRODUCERS. BUT, AS FAR AS IS KNOWN, THE "PROTECTED" SECTORS VARY CONSIDERABLY FROM COUNTRY TO COUNTRY. ON THE OTHER HAND, THE FACT THAT THE INVESTOR IS LIKELY TO BE A GOVERNMENT OR AN OFFICIAL AGENCY SETS THESE INVESTMENTS APART FROM THOSE USUALLY TAKING PLACE AMONG MEMBER COUNTRIES.

13. A FIRST POINT TO CONSIDER IS WHETHER THE DIVERSITY OF THE "PROTECTED" SECTORS HAS COMMON DRAWBACKS, FOR INSTANCE BY UNDERMINING ANY FUTURE COMMON ATTITUDE IN SOME FIELDS, NOTABLY OIL EXPLORATION, DISTRIBUTION AND PROCESSING.

14. SECONDLY, GOVERNMENTS ARE PERHAPS LESS CONCERNED ABOUT PREVENTING SOME INVESTMENTS THAN ABOUT NEGOTIATING THEM AGAINST A QUID PRO QUO IN OTHER FIELDS, SUCH AS OIL SUPPLIES, EXPORT CONTRACTS, FINANCIAL INVESTMENTS BY OIL-PRODUCING COUNTRIES, ETC. THIS MAY LEAD TO A

LIMITED OFFICIAL USE

NNN

LIMITED OFFICIAL USE

PAGE 01 OECD P 05081 04 OF 04 271351Z

53

ACTION EUR-12

INFO OCT-01 EA-06 ISO-00 EURE-00 AID-05 CEA-01 CIAE-00

COME-00 EB-07 FRB-03 INR-07 IO-10 NEA-09 NSAE-00

OPIC-03 SP-02 TRSE-00 CIEP-01 LAB-04 SIL-01 OMB-01

NSC-05 SS-15 STR-01 L-02 H-01 PA-01 PRS-01 USIE-00

SSO-00 NSCE-00 INRE-00 FEAE-00 INT-05 SAM-01 AF-06

/111 W

----- 076490

O R 271330Z FEB 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC IMMEDIATE 5628
INFO AMEMBASSY BONN
AMEMBASSY BERN
AMEMBASSY LONDON
AMEMBASSY OTTAWA
AMEMBASSY PARIS
AMEMBASSY TOKYO
USMISSION EC BRUSSELS

LIMITED OFFICIAL USE SECTION 04 OF 04 OECD PARIS 05081

GROWING BILATERALISATION OF TRADE AND FINANCIAL
RELATIONS WITH THE OIL PRODUCERS, AS A COUNTERPART
TO INVESTMENT ACTIVITY OF THESE COUNTRIES. TO PUT
IT THE OTHER WAY AROUND, THE OIL PRODUCERS ARE
PROBABLY KEEN TO INVEST IN SPECIFIC FIELDS AND
ENTERPRISES, AND ARE READY TO OFFER CONCESSIONS
IN RETURN FOR THE RIGHT TO MAKE SUCH INVESTMENTS.

15. TO WHAT EXTENT THIS SITUATION IS FAVORABLE TO
MEMBER COUNTRIES, INDIVIDUALLY AND COLLECTIVELY, AND
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 OECD P 05081 04 OF 04 271351Z

TO WHAT EXTENT THE CONSEQUENCES CAN BE DETRIMENTAL
IN OTHER FIELDS, ARE QUESTIONS WHICH SHOULD BE
EXPLORED.

ENCOURAGEMENT TO INVESTMENT INFLOWS

16. AS NOTED ABOVE, THERE ARE POWERFUL REASONS FOR
MEMBER COUNTRIES FOR WISHING TO ATTRACT INVESTMENT
INFLOWS OF THE RIGHT KIND, FOR INSTANCE IN NON-
CONTROLLING EQUITY STOCK. BUT THERE IS A RISK THAT
SPECIAL INCENTIVES BE WIDELY GIVEN TO PROMOTE
SUCH INVESTMENT, AT THE COST OF UNDUE COMPETITION
BETWEEN OECD COUNTRIES. THERE IS A CLEAR LINK BETWEEN
THIS QUESTION AND THE PREVIOUS ONE. IT IS ALSO WORTH
MENTIONING THAT IT IS CLOSE TO THE ISSUE OF GUIDELINES
CONCERNING INVESTMENT INCENTIVES AND DISINCENTIVES,
WHICH BELONGS TO THE AGENDA OF THE COMMITTEE.

MEASURES REQUIRING AGREEMENT WITH OIL-PRODUCING
COUNTRIES

17. SO FAR, THIS NOTE HAS DEALT WITH POSSIBLE MOVES BY
MEMBER COUNTRIES THEMSELVES. BUT IT SHOULD BE MENTIONED
THAT ARRANGEMENTS WITH THE OIL PRODUCERS MAY ALSO HELP

TO RESOLVE SOME OF THE PROBLEMS.

18. FOR INSTANCE, IT MAY BE CONCEIVABLE THAT
VOLUNTARY ABSTENTION ON THE PART OF THE OIL PRODUCERS
FROM INVESTMENT IN CERTAIN FIELDS OR IN CERTAIN FORMS
COULD BE A MORE EFFICIENT METHOD OF CHANNELING CAPITAL,
AND AGREEMENTS TO THIS END, COVERED PERHAPS WITH
GUARANTEES AGAINST EXPROPRIATION, MIGHT BE NEGOTIABLE.

19. MORE AMBITIOUS PROJECTS, AIMING AT SETTING UP A
JOINTLY OPERATED INVESTMENT FUND OR COMPANY, HAVE
ALREADY BEEN AIRED.

20. FINALLY, IN THE CONTEXT OF DISCUSSIONS BETWEEN
PRODUCERS AND CONSUMERS OF OIL, IT IS TO BE EXPECTED
THAT THE PRODUCERS WILL COME FORWARD WITH DEMANDS OF
THEIR OWN, SUCH AS NON-DISCRIMINATORY TREATMENT FOR
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 OECD P 05081 04 OF 04 271351Z

THEIR INVESTMENTS, EXPROPRIATION AND TRANSFER
GUARANTEES, ETC. TO PREPARE CONCERTED POSITIONS
VIS-A-VIS SUCH DEMANDS SEEMS TO BE A MATTER OF URGENCY.

END TEXT
TURNER

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: DOCUMENTS, TEXT, MULTINATIONAL CORPORATION, INVESTMENTS, COMMITTEE MEETINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 27 FEB 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975OECDP05081
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750069-0604
From: OECD PARIS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t1975027/aaaaafvi.tel
Line Count: 522
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 10
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 OECD PARIS 4856
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 16 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <16 APR 2003 by KelleyW0>; APPROVED <17 APR 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: OPEC INVESTMENT DOCUMENT FOR NEW INVESTMENT COMMITTEE
TAGS: EFIN, EINV, OECD, OPEC
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006